

SCHEDULE 1

SCHEDULE SHOWING 2003-04 AND 2004-05 REVENUE ESTIMATES FOR ALL FUNDS BY FISCAL REVIEW STAFF ACCRUAL COLLECTIONS

	ACTUAL		PERCENT			PERCENT	
	ACCRUAL	FRC STAFF	INCREASE		FRC STAFF	INCREASE	
	COLLECTIONS	ESTIMATES	OVER		ESTIMATES	OVER	
REVENUE SOURCE	FY 02-03	FY 03-04	FY 02-03		FY 04-05	FY 03-04	COMMENTS
SALES & USE TAX	\$5,458,227,200	\$5,758,430,000	5.5 ²⁾		\$6,017,559,000	4.5 ³⁾	
GASOLINE TAX	602,346,800	598,082,000	(0.7) ⁴⁾		607,053,000	1.5	
MOTOR FUEL TAX	155,409,200	160,556,000	3.3		164,570,000	2.5	
GASOLINE INSPECTION TAX	60,858,000	62,472,000	2.7		64,034,000	2.5	
MOTOR VEHICLE REG. TAX	225,033,600	234,035,000	4.0		242,928,000	3.8	
INCOME TAX	115,852,100	135,000,000	16.5 ⁵⁾		141,750,000	5.0 ⁵⁾	
PRIVILEGE TAX - LESS EARMARKED ¹⁾	216,535,800	238,189,000	10.0		247,717,000	4.0	
GROSS RECEIPTS TAX:							
TVA	198,502,100	202,046,000	1.8		206,087,000	2.0	
OTHER	18,134,400	18,316,000	1.0		18,957,000	3.5	
BEER TAX	17,063,700	17,422,000	2.1		17,683,000	1.5	
ALCOHOLIC BEVERAGE TAX	34,059,200	35,217,000	3.4		35,921,000	2.0	
FRANCHISE & EXCISE TAX	1,071,699,700 ⁶⁾	1,068,600,000	(0.3) ⁷⁾		1,079,286,000	1.0 ⁸⁾	
INHERITANCE TAX	83,148,300	89,800,000	8.0 ⁹⁾		89,800,000	--	
TOBACCO TAX	114,716,900	119,306,000	4.0 ¹⁰⁾		120,499,000	1.0	
MOTOR VEHICLE TITLE FEES	10,978,300	11,253,000	2.5		11,478,000	2.0	
MIXED DRINK TAX	38,422,300	40,113,000	4.4		41,517,000	3.5	
BUSINESS TAX	40,481,500	95,000,000	134.7 ¹¹⁾		97,850,000	3.0	
SEVERANCE TAX	1,073,900	1,100,000	2.4		1,100,000	---	
AMUSEMENT TAX	441,500	2,000,000	353.0		2,000,000	---	
TOTAL REVENUES	\$8,462,984,500	\$8,886,937,000	5.01 ¹²⁾		\$9,207,789,000	3.61	
CURRENT REVISED EST. FY 03-04							ACTUAL AUG-NOV 03
SALES TAX		\$5,619,900,000					IS 8.1%; GROWTH
FRANCHISE & EXCISE TAX		\$1,068,600,000					NEEDED DEC-JULY 04
ALL FUNDS		\$8,708,700,000					TO MEET FRC EST. IS
							3.0%; GROWTH
EST. OVERAGE/SHORTAGE COMPARED							NEEDED TO MEET
TO FY 03-04 REVISED ESTIMATE:							CURRENT REVISED
ALL FUNDS		\$178,237,000					EST. IS LESS THAN 0.5%
GENERAL FUND		\$172,478,000					

FOOTNOTES FOR SCHEDULE 1

- 1) PRIVILEGE TAX COLLECTIONS ARE REDUCED BY \$32,000,000 FOR FY03 AND \$32,000,000 for FY04 FOR THE EARMARKED PORTION OF THE TAX.
- 2) THE 5.5% INCREASE REFLECTS AN ESTIMATED GROWTH RATE OF 4.6% FOR DECEMBER-JULY 04. THIS TAKES INTO ACCOUNT AN ADJUSTED GROWTH RATE OF 5.6% FOR AUGUST-NOVEMBER 03 AFTER DEDUCTING COLLECTIONS (\$33,700,000) AS A RESULT OF POLICY CHANGES WHICH BECAME EFFECTIVE JULY 15TH LAST YEAR AND WHICH AFFECTED AUGUST 2003 SALES TAX COLLECTIONS.
- 3) THE 4.5% INCREASE TAKES INTO ACCOUNT THE ONE-TIME COLLECTIONS OF APPROXIMATELY \$33,700,000 IN AUGUST 03 FROM POLICY CHANGES WHICH BECAME EFFECTIVE JULY 15,2003.
- 4) THE 0.7% DECREASE ASSUMES COLLECTIONS FOR THE LAST NINE MONTHS OF FY04 WILL BE APPROXIMATELY THE SAME AS THE LAST NINE MONTHS OF FY03.
- 5) THE FY04 AND FY05 ESTIMATED COLLECTIONS ARE LOWER THAN ACTUAL FY01-02 COLLECTIONS.
- 6) THE TOTAL INCLUDES APPROXIMATELY \$18,000,000 IN ONE-TIME QUARTERLY PAYMENTS.
- 7) THE ESTIMATE ASSUMES THE BUDGETED ESTIMATE FOR FY04 WILL BE REALIZED AND TAKES INTO ACCOUNT THE \$21,000,000 IN ESTIMATED ONE-TIME COLLECTIONS FROM LEGISLATION PASSED WHICH REQUIRES QUARTERLY PAYMENTS EQUAL TO ONE-FOURTH OF THE CURRENT YEAR'S COMBINED FRANCHISE AND EXCISE TAX LIABILITY.
- 8) THE ESTIMATED 1% INCREASE RECOGNIZES THE ESTIMATED \$21,000,000 ONE-TIME COLLECTIONS IN FY03-04 AND ASSUMES A 3% INCREASE OVER RECURRING ESTIMATED COLLECTIONS OF \$1,047,600,000.
- 9) THE 8% INCREASE REFLECTS AN EXCESS OF \$17,800,000 OVER BUDGETED ESTIMATES FOR AUGUST-NOVEMBER 03 AND ASSUMES COLLECTIONS FOR THIS LAST EIGHT MONTHS WILL BE ABOUT THE SAME AS THE LAST EIGHT MONTHS OF FY03.
- 10) THE 4% INCREASE TAKES INTO ACCOUNT ACTUAL COLLECTIONS OF 16.2% FOR AUGUST-OCTOBER 03 AND ASSUMES AN INCREASE IN COLLECTIONS OF APPROXIMATELY 1% FOR THE LAST NINE MONTHS OF FY04.
- 11) ESTIMATE ASSUMES ANY EFFECTIVE DATE ISSUES ARE RESOLVED AND THE TAX WILL BE FULLY COLLECTED IN FY04 AND FY05. APPROXIMATELY 80% OF THIS TAX IS ESTIMATED TO OCCUR IN JUNE.
- 12) THE ADJUSTED GROWTH RATE IS 4.6% AFTER EXCLUDING ANY POLICY TAX CHANGES AND ONE-TIME ESTIMATED COLLECTIONS.

**SCHEDULE SHOWING FISCAL REVIEW STAFF
REVENUE ESTIMATES FOR ALL FUNDS AND THE
GENERAL FUND FOR FISCAL YEAR 03-04**

	ALL FUNDS	GENERAL FUND
REVENUE SOURCE	FY 03-04	FY 03-04
SALES & USE TAX	\$5,758,430,000	\$5,509,090,000
GASOLINE TAX	598,082,000	9,988,000
MOTOR FUEL TAX	160,556,000	3,115,000
GASOLINE INSPECTION TAX	62,472,000	18,348,000
MOTOR VEHICLE REGISTRATION TAX	234,035,000	45,684,000
INCOME TAX	135,000,000	103,896,000
PRIVILEGE TAX	238,189,000	238,189,000
GROSS RECEIPTS TAX:		
TVA	202,046,000	121,955,000
OTHER	18,316,000	15,862,000
BEER TAX	17,422,000	12,486,000
ALCOHOLIC BEVERAGE TAX	35,217,000	30,287,000
FRANCHISE & EXCISE TAX	1,068,600,000	948,900,000
INHERITANCE TAX	89,800,000	89,800,000
TOBACCO TAX	119,306,000	119,306,000
MOTOR VEHICLE TITLE FEES	11,253,000	8,553,000
MIXED DRINK TAX	40,113,000	22,419,000
BUSINESS TAX	95,000,000	95,000,000
SEVERANCE TAX	1,100,000	400,000
AMUSEMENT TAX	2,000,000	2,000,000
TOTAL	\$8,886,937,000	\$7,395,278,000

**SCHEDULE SHOWING FISCAL REVIEW STAFF
REVENUE ESTIMATES FOR ALL FUNDS AND THE GENERAL FUND
FISCAL YEAR 04-05**

	ALL FUNDS	GENERAL FUND
REVENUE SOURCE	FY 04-05	FY 04-05
SALES & USE TAX	\$6,017,559,000	\$5,756,999,000
GASOLINE TAX	607,053,000	10,138,000
MOTOR FUEL TAX	164,570,000	3,193,000
GASOLINE INSPECTION TAX	64,034,000	18,807,000
MOTOR VEHICLE REGISTRATION TAX	242,928,000	47,420,000
INCOME TAX	141,750,000	109,091,000
PRIVILEGE TAX	247,717,000	247,717,000
GROSS RECEIPTS TAX:		
TVA	206,087,000	124,394,000
OTHER	18,957,000	16,417,000
BEER TAX	17,683,000	12,673,000
ALCOHOLIC BEVERAGE TAX	35,921,000	30,892,000
FRANCHISE & EXCISE TAX	1,079,286,000	959,586,000
INHERITANCE TAX	89,800,000	89,800,000
TOBACCO TAX	120,499,000	120,499,000
MOTOR VEHICLE TITLE FEES	11,478,000	8,778,000
MIXED DRINK TAX	41,517,000	23,204,000
BUSINESS TAX	97,850,000	97,850,000
SEVERANCE TAX	1,100,000	400,000
AMUSEMENT TAX	2,000,000	2,000,000
TOTAL	\$9,207,789,000	\$7,679,858,000
ESTIMATED DOLLAR GROWTH OVER FRC ESTIMATE FOR FY 03-04	\$320,852,000	\$284,580,000